

Message Text

LIMITED OFFICIAL USE

PAGE 01 OTTAWA 01711 052337Z
ACTION EB-08

INFO OCT-01 ISO-00 AF-10 ARA-10 EA-10 EUR-12 NEA-10
IO-13 AGRE-00 CEA-01 CIAE-00 COME-00 DODE-00
FRB-03 H-01 INR-10 INT-05 L-03 LAB-04 NSAE-00
NSC-05 PA-01 CTME-00 AID-05 SS-15 STR-07 ITC-01
TRSE-00 ICA-11 SP-02 SOE-02 OMB-01 DOE-15 /166 W
-----003565 061439Z /46

R 052330Z APR 78
FM AMEMBASSY OTTAWA
TO SECSTATE WASHDC 6930
INFO AMEMBASSY BRUSSELS
AMEMBASSY CANBERRA
AMEMBASSY MEXICO
USMISSION GENEVA
AMEMBASSY WELLINGTON
AMCONSUL MONTREAL POUCH
AMCONSUL TORONTO POUCH

LIMITED OFFICIAL USE OTTAWA 01711

PASS USDA

GENEVA ALSO FOR USNTM

BRUSSELS FOR USEC

E.O. 11652: N/A
TAGS: ETRD, EAGR, CA
SUBJECT: CCC SALE OF NFDM FOR NON-COMMERCIAL USES

REF: STATE 84139

1. CANADIAN PRESS CARRIED REPORT APRIL 5 OF REMARKS BY
AGRICULTURE MINISTER WHELAN MADE APRIL 4 TO PRINCE EDWARD
FEDERATION OF AGRICULTURE, MEETING IN BLOOMFIELD, ONTARIO,
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 OTTAWA 01711 052337Z

CHARGING THAT "U.S. IS INTERFERING WITH MARKET" IN MEXICO
FOR NON-FAT DRY MILK (NFDM) FROM QUEBEC. WHELAN REPORTEDLY
SAID U.S., IN DOING SO, WAS BREAKING A COMMITMENT AND THAT
GOC WILL NEGOTIATE TO CURTAIL SHIPMENTS. BUT IF UNSUCCESS-
FUL, CANADA "WILL SETTLE THROUGH GATT IN GENEVA". CANADA
WILL CONSIDER CHARGING ANY LOSSES IT SUFFERS TO U.S. GOVERN-
MENT HE SAID.

2. IN SUBSEQUENT CONVERSATION WITH GERALD TRANT, SENIOR ASSISTANT DEPUTY MINISTER AT AGRICULTURE CANADA, ECON COUNSELOR WAS TOLD THERE WAS NO APPARENT BASIS FOR WHELAN'S REFERENCE TO U.S. COMMITMENT OR TO GATT, BUT THAT GOC WAS SERIOUSLY CONCERNED BY U.S. SALE ON TWO COUNTS:

--CERTAIN LOSS OF MARKET BY CANADA IF U.S. MAKES ADDITIONAL SALE, WHICH GOC UNDERSTANDS IS CONTEMPLATED, OR MARKET LOSSES DUE TO SLOWER THAN PLANNED EXPANSION BY CONASUPO;
AND

--DOWNWARD PRESSURE ON DISPOSAL PRICES EXERTED BY LOWER PRICE U.S. OFFERED TO CONASUPO, WHICH IS LIKELY TO PROVE TO BE EXPENSIVE TO ALL SUPPLIERS IN LONGER RUN.

3. TRANT NOTED HE MIGHT RAISE NFDM DISPOSAL ISSUE WHEN HE VISITS WASHINGTON NEXT WEEK TO DISCUSS GOC PLANS REGARDING BROILER MARKETING BOARD AND RESTRUCTURING OF TARIFFS ON FRUIT AND VEGETABLE IMPORTS. HE SAID HE THOUGHT CONSULTATIONS ABOUT CCC AND SIMILAR GOC OPERATIONS INVOLVING NFDM COULD BE USEFUL. DUEMLING

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: SALES, NONFAT DRIED MILK, ALLEGATIONS
Control Number: n/a
Copy: SINGLE
Draft Date: 05 apr 1978
Decaption Date: 01 jan 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 20 Mar 2014
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978OTTAWA01711
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D780148-1230
Format: TEL
From: OTTAWA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t19780490/aaaacygq.tel
Line Count: 84
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 250aeeb5-c288-dd11-92da-001cc4696bcc
Office: ACTION EB
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 78 STATE 84139
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 05 may 2005
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: N/A
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 3068386
Secure: OPEN
Status: NATIVE
Subject: CCC SALE OF NFDM FOR NON-COMMERCIAL USES
TAGS: ETRD, EAGR, CA, US
To: STATE
Type: TE
vdkgvwkey: odbc://SAS/SAS.dbo.SAS_Docs/250aeeb5-c288-dd11-92da-001cc4696bcc
Review Markings:
Sheryl P. Walter
Declassified/Released
US Department of State
EO Systematic Review
20 Mar 2014
Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014